the Federal Government has a purchase option or facilities planned for purchase. In any provision of this order, the term "facility" also includes any building 100 percent leased for use by the Federal Government where the Federal Government pays directly or indirectly for the utility costs associated with its leased space. The term also includes Government-owned contractor-operated facilities.

Sec. 706. "Industrial facility" means any fixed equipment, building, or complex for production, manufacturing, or other processes that uses large amounts of capital equipment in connection with, or as part of, any process or system, and within which the majority of energy use is not devoted to the heating, cooling, lighting, ventilation, or to service the water heating energy load requirements of the facility.

Sec. 707. "Life-cycle costs" means the sum of the present values of investment costs, capital costs, installation costs, energy costs, operating costs, maintenance costs, and disposal costs, over the lifetime of the project, product, or measure. Additional guidance on measuring life-cycle costs is specified in 10 C.F.R. 436.19.

Sec. 708. "Life-cycle cost-effective" means the life-cycle costs of a product, project, or measure are estimated to be equal to or less than the base case (i.e., current or standard practice or product). Additional guidance on measuring cost-effectiveness is specified in 10 C.F.R. 436.18 (a), (b), and (c), 436.20, and 436.21.

Sec. 709. "Mobile equipment" means all Federally owned ships, aircraft, and nonroad vehicles.

Sec. 710. "Renewable energy" means energy produced by solar, wind, geothermal, and biomass power.

Sec. 711. "Renewable energy technology" means technologies that use renewable energy to provide light, heat, cooling, or mechanical or electrical energy for use in facilities or other activities. The term also means the use of integrated whole-building designs that rely upon renewable energy resources, including passive solar design.

Sec. 712. "Source energy" means the energy that is used at a site and consumed in producing and in delivering energy to a site,

including, but not limited to, power generation, transmission, and distribution losses, and that is used to perform a specific function, such as space conditioning, lighting, or water heating.

Sec. 713. "Utility" means public agencies and privately owned companies that market, generate, and/or distribute energy or water, including electricity, natural gas, manufactured gas, steam, hot water, and chilled water as commodities for public use and that provide the service under Federal, State, or local regulated authority to all authorized customers. Utilities include: Federally owned non-profit producers; municipal organizations; and investor or privately owned producers regulated by a state and/or the Federal Government; cooperatives owned by members and providing services mostly to their members; and other nonprofit State and local government agencies serving in this capacity.

Sec. 714. "Utility energy-efficiency service" means demand side management services provided by a utility to improve the efficiency of use of the commodity (electricity, gas, etc.) being distributed. Services can include, but are not limited to, energy efficiency and renewable energy project auditing, financing, design, installation, operation, maintenance, and monitoring.

William J. Clinton

The White House, June 3, 1999.

[Filed with the Office of the Federal Register, 8:45 a.m., June 7, 1999]

NOTE: This Executive order will be published in the *Federal Register* on June 8.

Statement on the Resignation of Alice Rivlin as Chair of the Board of Governors of the Federal Reserve System

June 3, 1999

I am sorry to hear that Alice Rivlin is stepping down as Vice Chair of the Federal Reserve. During my administration, she has served with distinction and integrity both as Vice Chair of the Federal Reserve and as Director of the Office of Management and

Budget. For many years, Alice has been a steady and strong voice for fiscal discipline, and she deserves much credit for helping usher in a new era of budget surpluses.

Alice has a deep and abiding commitment to the city of Washington, DC. Her work and advice have played a critical role in helping turn around the finances of our Capital City and putting the District in a better position to reshape its future. I am glad that she will continue her work as Chair of the DC Financial Assistance Authority. I thank Alice for her dedication and hard work and wish her well in the future.

Statement on the Decision To Extend Normal Trade Relations Status With China

June 3, 1999

I have decided to renew Normal Trade Relations (NTR) status with China, so that we will continue to extend to China the same trade treatment we provide to virtually every other country on Earth. Maintaining NTR with China, as every U.S. President has done since 1980, will promote America's economic and security interests, and I urge Congress to support this decision.

NTR with China is good for Americans. Our exports to China have quadrupled over the past decade. Exports to China and Hong Kong support some 400,000 American jobs. Revoking NTR would derail ongoing negotiations to increase our access to China's market and to promote economic reforms there.

Trade also remains a force for social change in China, spreading the tools, contacts, and ideas that promote freedom. A decade ago at Tiananmen, when Chinese citizens courageously demonstrated for democracy, they were met by violence from a regime fearful of change. We continue to speak and work strongly for human rights in China. A continued policy of principled, purposeful engagement reinforces these efforts to move China toward greater openness and broader freedom. This is the path to lasting stability and prosperity for China, to a future that will benefit the Chinese people—and the American people.

We pursue engagement with our eyes wide open, without illusions. We continue to speak frankly about our differences and to firmly protect our national interests. A policy of disengagement and confrontation would only strengthen those in China who oppose greater openness and freedom.

Therefore, I am committed to bringing China into global structures, to promote China's adherence to global norms on human rights, weapons of mass destruction, crime and drugs, immigration, the environment, and on trade. I am determined to pursue an agreement for China to join the World Trade Organization on viable commercial terms. This is not a favor to China but a means of opening and reforming China's markets and holding China to the rules of the global trading system—developments that will benefit America. Accordingly, I am prepared to work closely with Congress to secure permanent NTR status for China in the context of a commercially strong WTO agreement.

Note: The Internal Revenue Service Restructuring and Reform Act of 1998, Public Law 105–206, section 5003, changed the term "most-favored-nation" status to "normal trade relations" status.

Letter to Congressional Leaders Transmitting the Report on Cyprus

June 3, 1999

Dear Mr. Speaker: (Dear Mr. President:)

In accordance with Public Law 95–384 (22 U.S.C. 2373(c)), I submit to you this report on progress toward a negotiated settlement of the Cyprus question covering the period February 1, 1999, to March 31, 1999. The previous submission covered events during December 1998 and January 1999.

The United States remains actively engaged in efforts to promote a negotiated settlement to the Cyprus dispute, under U.N. auspices and on the basis of a bizonal, bicommunal, federal solution. Secretary Albright underscored the U.S. commitment to finding a comprehensive solution to Cypriot Foreign Minister Kassoulides during their February 17 meeting in Washington.

Our efforts also continued in the region. Special Cyprus Coordinator Thomas J. Miller